

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

SW-04210A
The Links at Coyote Wash Utilities LLC
6825 E Tennessee Avenue, Suite 547
Denver, CO 80224

RECEIVED

ACC UTILITIES DIRECTOR

ANNUAL REPORT
Sewer

FOR YEAR ENDING

12	31	2010
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FOR COMMISSION USE

ANN05	10
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4-25-11

COMPANY INFORMATION

Company Name (Business Name) <u>The Links at Coyote Wash Utilities LLC</u>		
Mailing Address <u>6825 E Tennessee Avenue, Suite 547</u>		
(Street)		
<u>Denver</u>	<u>CO</u>	<u>80224</u>
(City)	(State)	(Zip)
<u>303-333-1250</u>	<u>303-333-1257</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address <u>jw@pivotalcompanies.com</u>		
Local Office Mailing Address <u>3225 N Central Avenue</u>		
(Street)		
<u>Phoenix</u>	<u>AZ</u>	<u>85367</u>
(City)	(State)	(Zip)
<u>602-227-4792</u>	<u>602-266-9404</u>	
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address _____		

MANAGEMENT INFORMATION

Regulatory Contact: <u>Jason Williamson</u>			
Management Contact <u>Jason Williamson</u>		Manager	
(Name)		(Title)	
Mailing Address <u>6825 E Tennessee Avenue, Suite 547</u>			
(Street)			
<u>Denver</u>	<u>CO</u>	<u>80224</u>	
(City)	(State)	(Zip)	
<u>303-333-1250</u>	<u>303-333-1257</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>jw@pivotalcompanies.com</u>			
On Site Manager: <u>Rick Miller, Sunstate Environmental</u>			
(Name)			
<u>4743 E 30th Place</u>	<u>Yuma</u>	<u>AZ</u>	<u>85365</u>
(Street)	(City)	(State)	(Zip)
<u>928-341-9685</u>	<u>928-341-9196</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	

Statutory Agent:		Incorp	
375 N. Stephanie St. Suite 1411	Henderson	NV	89014
(Street)	(City)	(State)	(Zip)
602-277-4792	602-266-9604		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Attorney:			
Jay Shapiro, Fennemore Craig PC			
(Name)			
3003 N Central Avenue, Suite 2800	Phoenix	AZ	85012-2913
(Street)	(City)	(State)	(Zip)
602-916-5366	602-916-5566		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address jishapiro@fclaw.com			

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- ☐ Sole Proprietor (S)
- ☐ C Corporation (C) (Other than Association/Co-op)
- ☐ Partnership (P)
- ☐ Subchapter S Corporation (Z)
- ☐ Bankruptcy (B)
- ☐ Association/Co-op (A)
- ☐ Receivership (R)
- ☒ Limited Liability Company
- ☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- ☐ APACHE
- ☐ COCHISE
- ☐ COCONINO
- ☐ GILA
- ☐ GRAHAM
- ☐ GREENLEE
- ☐ LA PAZ
- ☐ MARICOPA
- ☐ MOHAVE
- ☐ NAVAJO
- ☐ PIMA
- ☐ PINAL
- ☐ SANTA CRUZ
- ☐ YAVAPAI
- ☒ YUMA
- ☐ STATEWIDE

UTILITY PLANT IN SERVICE

Acct. No.	DECRPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
351	Organization			
352	Franchises	8,370	8,370	0
353	Land and Land Rights	4,271	0	4,271
354	Structures and Improvements	2,136	197	1,939
355	Power Generation Equipment			
360	Collection Sewers – Force			
361	Collection Sewers – Gravity	428,351	59,071	369,280
362	Special Collecting Structures			
363	Services to Customers			
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells	7,500	1,880	5,620
380	Treatment and Disposal Equip.	203,096	64,810	138,286
381	Plant Sewers			
382	Outfall Sewer Lines			
389	Other Plant and Misc. Equipment			
390	Office Furniture and Equipment			
391	Transportation Equipment			
393	Tools, Shop and Garage Equip.			
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	TOTALS	653,724	134,328	519,396

This amount goes on the Balance Sheet Acct. No. 108

CALCULATION OF DEPRECIATION EXPENSE

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
351	Organization			
352	Franchises	8,370	0	0
353	Land and Land Rights	4,271	0	0
354	Structures and Improvements	2,136	4%	71
355	Power Generation Equipment			
360	Collection Sewers – Force			
361	Collection Sewers – Gravity	428,351	2%	8,567
362	Special Collecting Structures			
363	Services to Customers			
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells	7,500	4%	250
380	Treatment and Disposal Equip.	203,096	6%	11,340
381	Plant Sewers			
382	Outfall Sewer Lines			
389	Other Plant and Misc. Equipment			
390	Office Furniture and Equipment			
391	Transportation Equipment			
393	Tools, Shop and Garage Equip.			
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	TOTALS	653,724		20,228

This amount goes on the Comparative Statement of Income and Expense Acct. 403

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	1,151	-25
132	Special Deposits		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	21,171	36,603
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	0	61
	TOTAL CURRENT AND ACCRUED ASSETS	22,322	36,639
	FIXED ASSETS		
101	Utility Plant in Service	647,720	653,724
103	Property Held for Future Use		
105	Construction Work in Progress	6,693	6,693
108	Accumulated Depreciation – Utility Plant	-114,100	-134,327
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	540,313	526,090
	TOTAL ASSETS	562,636	562,729

NOTE: Total Assets on this page should equal **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct No.	LIABILITIES	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITES		
231	Accounts Payable	10,167	20,557
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	162,245	162,245
235	Customer Deposits	3,893	1,864
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	176,305	184,666
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds		
	DEFERRED CREDITS		
252	Advances in Aid of Construction	15,000	15,000
253	Other Deferred Credits		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	15,000	15,000
	TOTAL LIABILITIES	191,305	199,666
	CAPITAL ACCOUNTS		
201	Common Stock Issued		
211	Other Paid in Capital		
215	Retained Earnings	-14,612	-8,265
218	Proprietary Capital (Sole Props and Partnerships)	385,942	371,330
	TOTAL CAPITAL	371,330	363,065
	TOTAL LIABILITIES AND CAPITAL	562,635	562,731

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
521	Flat Rate Revenues	115,769	126,825
522	Measured Revenues	12,638	16,781
536	Other Wastewater Revenues	26,521	33,786
	TOTAL REVENUES	154,928	177,392
	OPERATING EXPENSES		
701	Salaries and Wages		
710	Purchased Wastewater Treatment		
711	Sludge Removal Expense	5,075	5,520
715	Purchased Power	17,990	18,705
716	Fuel for Power Production		
718	Chemicals	18,960	20,041
720	Materials and Supplies	1,917	49
731	Contractual Services – Professional	46,985	47,056
735	Contractual Services – Testing	11,026	10,625
736	Contractual Services – Other	33,225	33,540
740	Rents		
750	Transportation Expense		
755	Insurance Expense		
765	Regulatory Commission Expense		
775	Miscellaneous Expense	3,646	3,984
403	Depreciation Expense	19,506	20,228
408	Taxes Other Than Income		
408.11	Property Taxes	2,804	3,900
409	Income Taxes		
	TOTAL OPERATING EXPENSES	-161,134	-163,648
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income		
421	Non-Utility Income	59	2
426	Miscellaneous Non-Utility Expenses	-8,347	-21,845
427	Interest Expense	-117	-165
	TOTAL OTHER INCOME/EXPENSE	-8,405	-22,008
	NET INCOME/(LOSS)	-14,611	-8,264

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

COMPANY NAME	<u>The Links at Coyote Wash Utilities LLC</u>
Name of System:	Wastewater Inventory Number (if applicable): 18278

WASTEWATER COMPANY PLANT DESCRIPTION
TREATMENT FACILITY

TYPE OF TREATMENT (Extended Aeration, Step Aeration, Oxidation Ditch, Aerobic Lagoon, Anaerobic Lagoon, Trickling Filter, Septic Tank, Wetland, Etc.)	Extended aeration
DESIGN CAPACITY OF PLANT (Gallons Per Day)	69,300 gallons per day

LIFT STATION FACILITIES

Location	Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump (GPM)	Wet Well Capacity (gals)
County Road 12 – 300 yards west of WWTP	2	10	400	3,300
Coyote Wash Golf Course Lift Station (Phase 3 & 4	2	30	400	2,630
Avenue 29E – serving commercial parcels	2	5	250	2,630

FORCE MAINS

Size	Material	Length (Feet)
4-inch		
6-inch	PVC	1,020
6-inch	PVC	1,000
8-inch	PVC	5,000

MANHOLES

Type	Quantity
Standard	75
Drop	

CLEANOUTS

Quantity
3

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME <u>The Links at Coyote Wash Utilities LLC</u>	
Name of System:	Wastewater Inventory Number (if applicable): 18278

WASTEWATER COMPANY PLANT DESCRIPTION (CONTINUED)

COLLECTION MAINS			SERVICES		
Size (in inches)	Material	Length (in feet)	Size (in inches)	Material	Quantity
3			2		
4			4	PVC	504
6			6		
8	PVC	19,700	8		
10	PVC	3,500	12		
12	PVC	1,650	15		
15	PVC	4,025			
18					
21					
24					
30					

FOR THE FOLLOWING FIVE ITEMS, LIST THE UTILITY OWNED ASSETS IN EACH CATEGORY PER WASTEWATER SYSTEM

SOLIDS PROCESSING AND HANDLING FACILITIES	Sludge holding tank/aerobic digester
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	Chlorine contact tank and liquid chlorine feed system, dechlorination tablet feeder
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	N/A
STRUCTURES (Buildings, Fences, Etc.)	Stucco operations/control/chemical storage lab building Block wall surrounding WWTP
OTHER (Laboratory Equipment, Tools, Vehicles, Standby Power Generators, Etc.)	Backup generator (75 kw diesel) w/150 amp transfer switch; centrifuge, lab basic test kit; influent and effluent magnet flow meters

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	<u>The Links at Coyote Wash Utilities LLC</u>
Name of System:	Wastewater Inventory Number (if applicable): 18278

WASTEWATER FLOWS

MONTH/YEAR (Most Recent 12 Months)	NUMBER OF SERVICES	TOTAL MONTHLY SEWAGE FLOW	SEWAGE FLOW ON PEAK DAY
January	287	12,090,000	390,000
February	278	1,204,000	43,000
March	277	1,333,000	43,000
April	278	1,110,000	37,000
May	277	899,000	29,000
June	279	900,000	30,000
July	284	992,000	32,000
August	281	899,000	29,000
September	281	690,000	23,000
October	280	806,000	26,000
November	280	1,080,000	36,000
December	281	1,240,000	40,000

**PROVIDE THE FOLLOWING INFORMATION AS APPLICABLE
PER WASTEWATER SYSTEM**

Method of Effluent Disposal (leach field, surface water discharge, reuse, injection wells, groundwater recharge, evaporation ponds, etc.)	Reuse – golf course
Groundwater Permit Number	105311
ADEQ Aquifer Protection Permit Number	105311
ADEQ Reuse Permit Number	N/A
EPA NPDES Permit Number	N/A

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: <u>The Links at Coyote Wash Utilities LLC</u>	
Name of System:	Wastewater Inventory Number (if applicable): 18278

UTILITY SHUTOFFS / DISCONNECTS

MONTH		Termination without Notice R14-2- 609.B	Termination with Notice R14-2- 609.C	OTHER
JANUARY				
FEBRUARY				
MARCH				
APRIL				
MAY				
JUNE				
JULY				
AUGUST				
SEPTEMBER				
OCTOBER				
NOVEMBER				
DECEMBER				
TOTALS →		0	0	0

OTHER (description):

INCOME TAXES

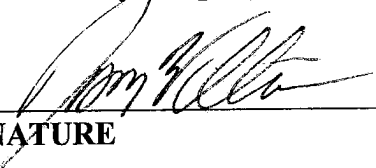
For this reporting period, provide the following:

Federal Taxable Income Reported	<u> <37,113> </u>
Estimated or Actual Federal Tax Liability	<u> 0 </u>
State Taxable Income Reported	<u> <33,516> </u>
Estimated or Actual State Tax Liability	<u> 0 </u>
Amount of Grossed-Up Contributions/Advances:	
Amount of Contributions/Advances	_____
Amount of Gross-Up Tax Collected	_____
Total Grossed-Up Contributions/Advances	_____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year’s annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

<u></u>	<u> 4/11/11 </u>
SIGNATURE	DATE
<u>Jason Williamsen</u>	<u>Manager.</u>
PRINTED NAME	TITLE

COMPANY NAME The Links at Coyote Wash Utilities LLC
YEAR ENDING 12/31/2010

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2010 was: \$ 3,326.47

Attach to this annual report proof (e.g. property tax bills stamped “paid in full” or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why.

RECEIVED
ACC UTILITIES DIRECTOR

VERIFICATION
AND
SWORN
STATEMENT
Intrastate Revenues Only
VERIFICATION

RECEIVED
ACC UTILITIES DIRECTOR

STATE OF COLORADO
CITY AND COUNTY OF DENVER

I, THE UNDERSIGNED, JASON WILLIAMSON, Manager OF THE LINKS AT
COYOTE WASH UTILITIES, DO SAY THAT THIS ANNUAL UTILITY REPORT TO
THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING - 12/31/10

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS,
PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY
EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND
CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE
PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY
MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE,
INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION
40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE
GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA
INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2010 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 177,392

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 0 IN SALES
TAXES BILLED, OR COLLECTED)

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY
OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN
DETAIL)

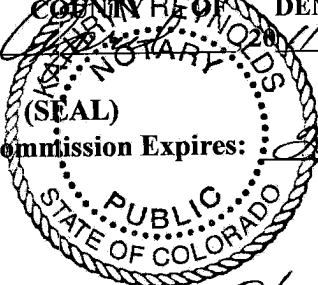
[Signature]
SIGNATURE OF OWNER OR OFFICIAL

303-333-1250

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME, A NOTARY PUBLIC IN AND FOR THE CITY
AND COUNTY OF DENVER, COLORADO, THIS 12th DAY OF

[Signature]
My Commission Expires: 3/17/15



My Commission Expires 3/17/15

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRSTATE REVENUES ONLY
VERIFICATION

RECEIVED
APR 11 2011
ACCUITIES DIRECTOR

STATE OF COLORADO
CITY AND COUNTY OF DENVER

I, THE UNDERSIGNED, JASON WILLIAMSON, Manager OF THE LINKS AT
COYOTE WASH UTILITIES, DO SAY THAT THIS ANNUAL UTILITY REPORT TO
THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING – 12/31/10

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS,
PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY
EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND
CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE
PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY
MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE,
INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION
401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE
GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA
INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL
CUSTOMERS DURING CALENDAR YEAR 2010 WAS:

Arizona Intrastate Gross Operating Revenues Only

\$ 126,825

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 0 IN SALES
TAXES BILLED, OR COLLECTED)

**RESIDENTIAL REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES
BILLED.


SIGNATURE OF OWNER OR OFFICIAL

303-333-1250

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME, A NOTARY PUBLIC IN AND FOR THE
CITY AND COUNTY OF DENVER, COLORADO, THIS 12th DAY OF
April, 20 11.

(SEAL)
My Commission Expires 2/17/15

My Commission Expires 2/17/15